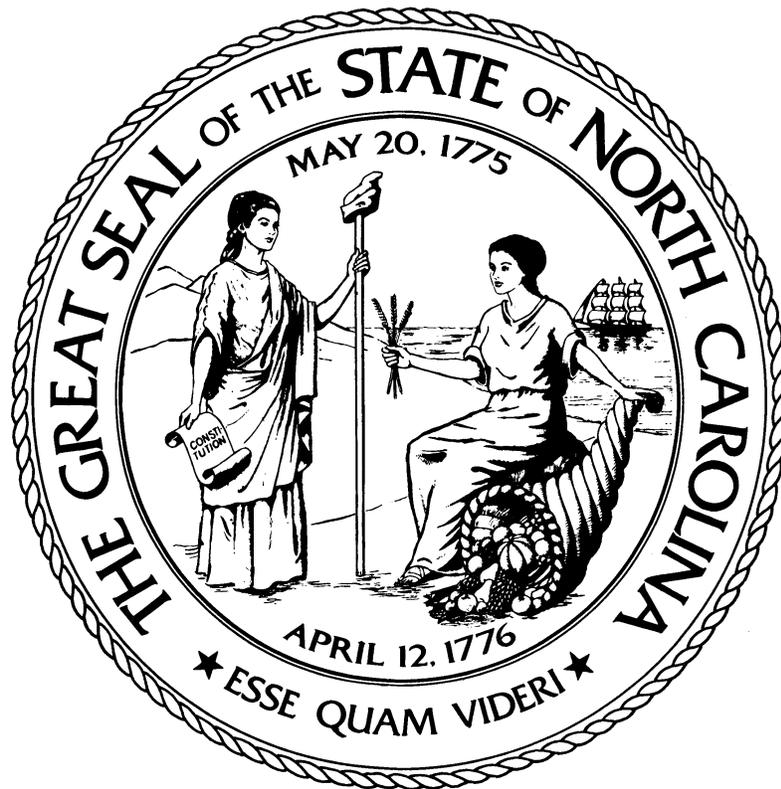


STATE OF
NORTH CAROLINA

***GENERAL FUND
MONTHLY FINANCIAL REPORT
MAY 31, 2012***



OFFICE OF THE STATE CONTROLLER



State of North Carolina

Office of the State Controller

DAVID T. MCCOY
STATE CONTROLLER

June 14, 2012

Enclosed is the *General Fund Monthly Financial Report* for the period ended May 31, 2012 of the 2012 State fiscal year. Pursuant to the State Budget Act, this report (unaudited) presents both General Fund reverting and non-reverting activities.

Effective for the year ending June 30, 2011, state and local governments were required to implement GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. A primary objective of GASB Statement No. 54 was to enhance the usefulness of fund balance information by clarifying the existing governmental fund type definitions.

The following funds, previously reported as special revenue funds, are significant reclassifications to the General Fund and are reported as non-reverting fund balance: *Clean Water Management Trust Fund, Health and Wellness Trust Fund, Tobacco Trust Fund, Education Lottery Funds, Public School Building Capital Fund, and the Educational Materials and School Buses Fund*. At June 30, 2011, as a result of these changes, the General Fund's non-reverting reserved fund balance increased by \$571.2 million. For the prior fiscal year 2010-11, the non-reverting fund balance is not restated for the months prior to June 2011. These reclassifications have no impact on the General Fund budgetary availability.

Please contact us if you have questions or if you would like more information. We are committed to providing you and the State with the most reliable and timely financial information possible.

Sincerely,

David McCoy

INTRODUCTION

The *General Fund Monthly Financial Report* presents revenues, receipts, appropriated expenditures and disbursements on a cash basis generally in the month when cash is received or cash is disbursed. Departmental budgeted and actual expenditure amounts for *reverting* activities are reported net of budgeted and actual receipts respectively and are referred to herein as *appropriation expenditures*. For *non-reverting* activities, departmental receipts and disbursements are reported gross of any refunds. The Cash Management Control System (CMCS) operated by the Office of the State Controller is the source for the amounts presented in this report.

**GENERAL FUND – REVERTING AND NON-REVERTING
SCHEDULE OF ASSETS, LIABILITIES AND FUND BALANCE**

MAY 31, 2012

Expressed in Millions

<u>Assets</u>		<u>Liabilities and Fund Balance</u>	
Deposits with State Treasurer :		<u>Liabilities</u>	
Cash and Investments	\$ 1,938.1	Sales and Use Taxes Payable	\$ 368.7
		Tax Refunds Payable	—
		DHHS Payable	87.0
		Interfund Payable	—
		Beverage Taxes Payable	—
		Solid Waste Disposal	—
		White Goods Disposal Taxes Payable	—
		Scrap Tire Disposal Taxes Payable	—
		Total Liabilities	<u>\$ 455.7</u>
		<u>Fund Balance</u>	
		Reserved :	
		Savings Reserve Account	\$ 295.6
		Job Development Incentive Grants Reserve	0.5
		Repairs and Renovations Reserve Account	20.0
		Disproportionate Share Reserve	—
		Disaster Relief Reserve	6.3
		Tobacco Settlement	—
		ONE NC Fund Reserve	—
		Non-Reverting Departmental Funds	710.6
		Total Reserved	<u>\$ 1,033.0</u>
		Unreserved :	
		Fund Balance - July 1, 2011	\$ 582.4
		Transfer to Reserves	—
		Transfer from Reserves	—
		Excess of Receipts over (under) Disbursements	(133.0)
		Total Unreserved	<u>\$ 449.4</u>
		Total Fund Balance	<u>\$ 1,482.4</u>
Total Assets	<u>\$ 1,938.1</u>	Total Liabilities and Fund Balance	<u>\$ 1,938.1</u>

A temporary transfer of \$87 million was made from the Public School Building Fund to the Division of Medical Assistance at the Department of Health and Human Services on May 29, 2012. Pursuant to Section 1.(a)(3), Session Law 2012-2, a transfer of \$10.5 million was made from the Repairs and Renovations Reserve Account to the Division of Medical Assistance at the Department of Health and Human Services on May 29, 2012.

STATE OF NORTH CAROLINA

GENERAL FUND – REVERTING AND NON-REVERTING RESERVED AND UNRESERVED FUND BALANCE

FISCAL YEAR-TO-DATE MAY 31, 2012 AND MAY 31, 2011

Expressed in Millions

Fund Balance:	2011-12	2010-11	Change	% Change
Reserved:				
Savings Reserve Account.....	\$ 295.6	\$ 112.0	\$ 183.6	163.9%
Job Development Incentive Grants.....	.5	7.2	(6.7)	(93.1)%
Repairs and Renovations Reserve Account.....	20.0	—	20.0	—
Disproportionate Share.....	—	—	—	—
Disaster Relief.....	6.3	7.2	(.9)	(12.5)%
Senate Bill 109.....	—	35.0	(35.0)	(100.0)%
One NC Fund.....	—	—	—	—
Non-reverting Departmental Funds.....	710.6	377.5 [1]	333.1	88.2%
Total Reserved.....	\$ 1,033.0	\$ 538.9	\$ 494.1	91.7%
Unreserved:				
Fund Balance - July 1.....	\$ 582.4	\$ 236.9	\$ 345.5	145.8%
Transfer to Reserves.....	—	—	—	—
Transfer from Reserves.....	—	—	—	—
Nonrecurring Transfers from Other Funds.....	—	—	—	—
Excess of Revenues Over (Under) Appropriation Expenditures....	(133.0)	317.8	(450.8)	(141.9)%
Total Unreserved.....	\$ 449.4	\$ 554.7	\$ (105.3)	(19.0)%
Total Fund Balance.....	\$ 1,482.4	\$ 1,093.6	\$ 388.8	35.6%

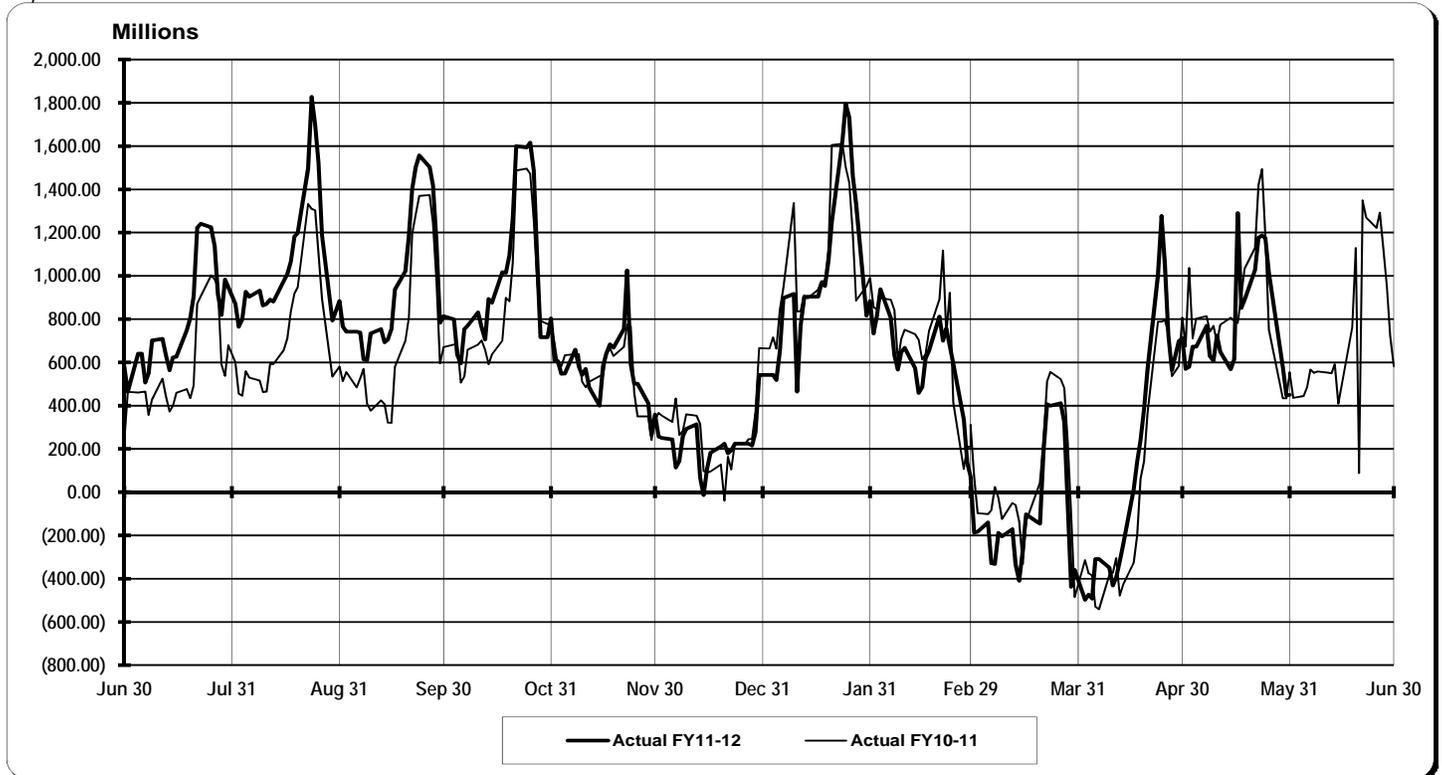
[1] For the prior fiscal year 2010-11, non-reverting departmental fund balance is not restated for the months prior to June 2011.

The schedule above presents year-to-date reserved and unreserved fund balances for the current and prior fiscal years as well as the increase/decrease from the prior year.

GENERAL FUND – REVERTING UNRESERVED FUND BALANCE

FISCAL YEAR-TO-DATE MAY 31, 2012 AND FISCAL YEAR ENDED MAY 31, 2011

Expressed in Millions



The graph above tracks the daily fluctuation of unreserved fund balance for the current and prior fiscal years.

STATE OF NORTH CAROLINA

GENERAL FUND REVERTING SCHEDULE OF OPERATIONS

FOR THE MONTH OF MAY 2012 AND 2011, AND FISCAL YEAR-TO-DATE
Expressed in Millions

	May		Year-To-Date		Budget		Percent of Budget Realized/Expended Year-To-Date	
	FY 2012	FY 2011	FY 2012	FY 2011	FY 2012	FY 2011	FY 2012	FY 2011
	Beg. Unreserved Fund Balance	\$ 712.6	\$ 807.9	\$ 582.4	\$ 236.9	\$ 582.4	\$ 236.9	
Transfer to Reserved Fund Balance	—	—	—	—	—	—		
Nonrecurring Transfers from Other Funds	—	—	—	—	—	—		
Transfer from Reserved Fund Balance	—	—	—	—	—	—		
	<u>\$ 712.6</u>	<u>\$ 807.9</u>	<u>\$ 582.4</u>	<u>\$ 236.9</u>	<u>\$ 582.4</u>	<u>\$ 236.9</u>		
Revenues:								
Tax Revenues:								
Individual Income	\$ 506.2	\$ 238.3	\$ 9,300.1	\$ 8,759.5	\$ 9,800.0	\$ 9,543.3	94.9%	91.8%
Corporate Income	30.0	18.1	875.3	782.1	1,000.2	1,017.5	87.5%	76.9%
Sales and Use	406.3	527.7	4,822.9	5,451.1	5,293.1	5,690.8	91.1%	95.8%
Franchise	30.4	23.5	606.3	611.3	649.9	697.9	93.3%	87.6%
Insurance	(10.2)	(11.3)	321.2	323.3	510.9	494.5	62.9%	65.4%
Beverage	25.0	25.5	257.3	247.4	296.6	277.2	86.7%	89.2%
Inheritance	8.6	0.3	55.8	23.5	64.0	10.1	87.2%	232.7%
Privilege License	1.4	2.2	42.1	35.5	43.7	41.9	96.3%	84.7%
Tobacco Products	21.8	21.2	245.9	242.7	260.2	251.4	94.5%	96.5%
Real Estate Conveyance Excise	(0.4)	0.8	2.9	3.1	—	—	—	—
Gift	0.6	0.1	0.2	2.7	—	—	—	—
Solid Waste	1.1	0.4	4.3	4.4	—	—	—	—
White Goods Disposal	0.3	0.3	0.7	0.7	—	—	—	—
Scrap Tire Disposal	1.3	1.3	2.9	2.8	—	—	—	—
Freight Car Lines	0.1	—	0.4	0.4	—	—	—	—
Piped Natural Gas	0.9	3.5	32.3	41.7	35.0	34.2	92.3%	121.9%
Mill Machinery	2.9	2.6	33.3	29.8	34.1	33.4	97.7%	89.2%
Processed Refunds Pending	265.9	333.5	—	(94.9)	n/a	n/a	n/a	n/a
Other	(0.2)	(0.1)	—	—	—	—	—	—
Total Tax Revenue	<u>\$ 1,292.0</u>	<u>\$ 1,187.9</u>	<u>\$ 16,603.9</u>	<u>\$ 16,467.1</u>	<u>\$ 17,987.7</u>	<u>\$ 18,092.2</u>	92.3%	91.0%
Non-Tax Revenue:								
Treasurer's Investments	\$ 1.2	\$ 3.5	\$ 15.9	\$ 23.6	\$ 59.4	\$ 57.5	26.8%	41.0%
Judicial Fees	22.4	17.5	238.0	207.1	279.6	253.0	85.1%	81.9%
Insurance	1.3	1.0	61.6	56.7	71.4	67.0	86.3%	84.6%
Disproportionate Share	—	—	95.0	135.0	115.0	135.0	82.6%	100.0%
Highway Fund Transfer In	—	—	217.1	17.0	217.1	17.6	100.0%	96.6%
Highway Trust Fund Transfer In	—	18.2	76.7	72.9	76.7	72.8	100.0%	100.1%
Other	(36.5)	5.6	234.7	226.3	335.0	282.8	70.1%	80.0%
Total Non-Tax Revenue	<u>\$ (11.6)</u>	<u>\$ 45.8</u>	<u>\$ 939.0</u>	<u>\$ 738.6</u>	<u>\$ 1,154.2</u>	<u>\$ 885.7</u>	81.4%	83.4%
Total Tax and Non-Tax Revenue	<u>\$ 1,280.4</u>	<u>\$ 1,233.7</u>	<u>\$ 17,542.9</u>	<u>\$ 17,205.7</u>	<u>\$ 19,141.9</u>	<u>\$ 18,977.9</u>	91.6%	90.7%
Total Availability	<u>\$ 1,993.0</u>	<u>\$ 2,041.6</u>	<u>\$ 18,125.3</u>	<u>\$ 17,442.6</u>	<u>\$ 19,724.3</u>	<u>\$ 19,214.8</u>	91.9%	90.8%
Appropriation Expenditures:								
Current Operations	\$ 1,434.4	\$ 1,460.0	\$ 17,084.5	\$ 16,343.7	\$ 18,988.1	\$ 18,240.3	90.0%	89.6%
Capital Improvements:								
Funded by General Fund	—	—	—	11.2	4.5	11.2	—	100.0%
Repairs and Renovations	—	—	—	—	—	—	—	—
Debt Service	109.2	26.9	591.4	533.0	690.6	707.5	85.6%	75.3%
Total Appropriation Expenditures	<u>\$ 1,543.6</u>	<u>\$ 1,486.9</u>	<u>\$ 17,675.9</u>	<u>\$ 16,887.9</u>	<u>\$ 19,683.2</u>	<u>\$ 18,959.0</u>	89.8%	89.1%
Unreserved Fund Balance -								
Before Statutory Reservations	449.4	554.7	449.4	554.7	41.1	255.8		
Reservations								
Repair and Renovation	—	—	—	—	—	(124.5)		
Savings	—	—	—	—	—	(183.7)		
Revision to Estimated Credit Balance	—	—	—	—	—	537.7		
Unreserved Fund Balance	<u>\$ 449.4</u>	<u>\$ 554.7</u>	<u>\$ 449.4</u>	<u>\$ 554.7</u>	<u>\$ 41.1</u>	<u>\$ 485.3</u>		

Note that the schedule above represents net tax and non-tax collections and not gross collections. Tax revenues are presented net of refunds to taxpayers and various distributions to state and local entities based on legislation. A negative appropriation expenditure indicates that a budget code has actual receipts that exceed actual expenditures.

The schedule above presents monthly and year-to-date General Fund operations for the current and prior fiscal years as well as the annual budget and percent of budget realized or expended.

STATE OF NORTH CAROLINA

GENERAL FUND REVERTING NET TAX AND NONTAX REVENUES

FOR THE MONTH OF MAY 2012 AND 2011, AND FISCAL YEAR-TO-DATE

Expressed in Millions

	May				Year-To-Date Through May			
	FY 2012	FY 2011	Change	% Change	FY 2012	FY 2011	Change	% Change
Tax Revenues:								
Individual Income	\$ 506.2	\$ 238.3	\$ 267.9	112.4%	\$ 9,300.1	\$ 8,759.5	\$ 540.6	6.2%
Corporate Income	30.0	18.1	11.9	65.7%	875.3	782.1	93.2	11.9%
Sales and Use	406.3	527.7	(121.4)	(23.0)%	4,822.9	5,451.1	(628.2)	(11.5)%
Franchise	30.4	23.5	6.9	29.4%	606.3	611.3	(5.0)	(0.8)%
Insurance	(10.2)	(11.3)	1.1	9.7%	321.2	323.3	(2.1)	(0.6)%
Beverage	25.0	25.5	(0.5)	(2.0)%	257.3	247.4	9.9	4.0%
Inheritance	8.6	0.3	8.3	2766.7%	55.8	23.5	32.3	137.4%
Privilege License	1.4	2.2	(0.8)	(36.4)%	42.1	35.5	6.6	18.6%
Tobacco Products	21.8	21.2	0.6	2.8%	245.9	242.7	3.2	1.3%
Real Estate Conveyance Excise	(0.4)	0.8	(1.2)	(150.0)%	2.9	3.1	(0.2)	(6.5)%
Gift	0.6	0.1	0.5	500.0%	0.2	2.7	(2.5)	(92.6)%
Solid Waste	1.1	0.4	0.7	175.0%	4.3	4.4	(0.1)	(2.3)%
White Goods Disposal	0.3	0.3	—	—	0.7	0.7	—	—
Scrap Tire Disposal	1.3	1.3	—	—	2.9	2.8	0.1	3.6%
Freight Car Lines	0.1	—	0.1	—	0.4	0.4	—	—
Piped Natural Gas	0.9	3.5	(2.6)	(74.3)%	32.3	41.7	(9.4)	(22.5)%
Mill Machinery	2.9	2.6	0.3	11.5%	33.3	29.8	3.5	11.7%
Processed Refunds Pending	265.9	333.5	(67.6)	(20.3)%	—	(94.9)	94.9	100.0%
Other	(0.2)	(0.1)	(0.1)	100.0%	—	—	—	—
Total Tax Revenue	\$ 1,292.0	\$ 1,187.9	\$ 104.1	8.8%	\$ 16,603.9	\$ 16,467.1	\$ 136.8	0.8%
Non-Tax Revenue:								
Treasurer's Investments	\$ 1.2	\$ 3.5	\$ (2.3)	(65.7)%	\$ 15.9	\$ 23.6	\$ (7.7)	(32.6)%
Judicial Fees	22.4	17.5	4.9	28.0%	238.0	207.1	30.9	14.9%
Insurance	1.3	1.0	0.3	30.0%	61.6	56.7	4.9	8.6%
Disproportionate Share	—	—	—	—	95.0	135.0	(40.0)	(29.6)%
Highway Fund Transfer In	—	—	—	—	217.1	17.0	200.1	1177.1%
Highway Trust Fund Transfer In	—	18.2	(18.2)	(100.0)%	76.7	72.9	3.8	5.2%
Other	(36.5)	5.6	(42.1)	(751.8)%	234.7	226.3	8.4	3.7%
Total Non-Tax Revenue	\$ (11.6)	\$ 45.8	\$ (57.4)	(125.3)%	\$ 939.0	\$ 738.6	\$ 200.4	27.1%
Total Tax and Non-Tax Revenue	\$ 1,280.4	\$ 1,233.7	\$ 46.7	3.8%	\$ 17,542.9	\$ 17,205.7	\$ 337.2	2.0%

The table above presents monthly and year-to-date tax and non-tax revenues as well as the increase/decrease from the prior year.

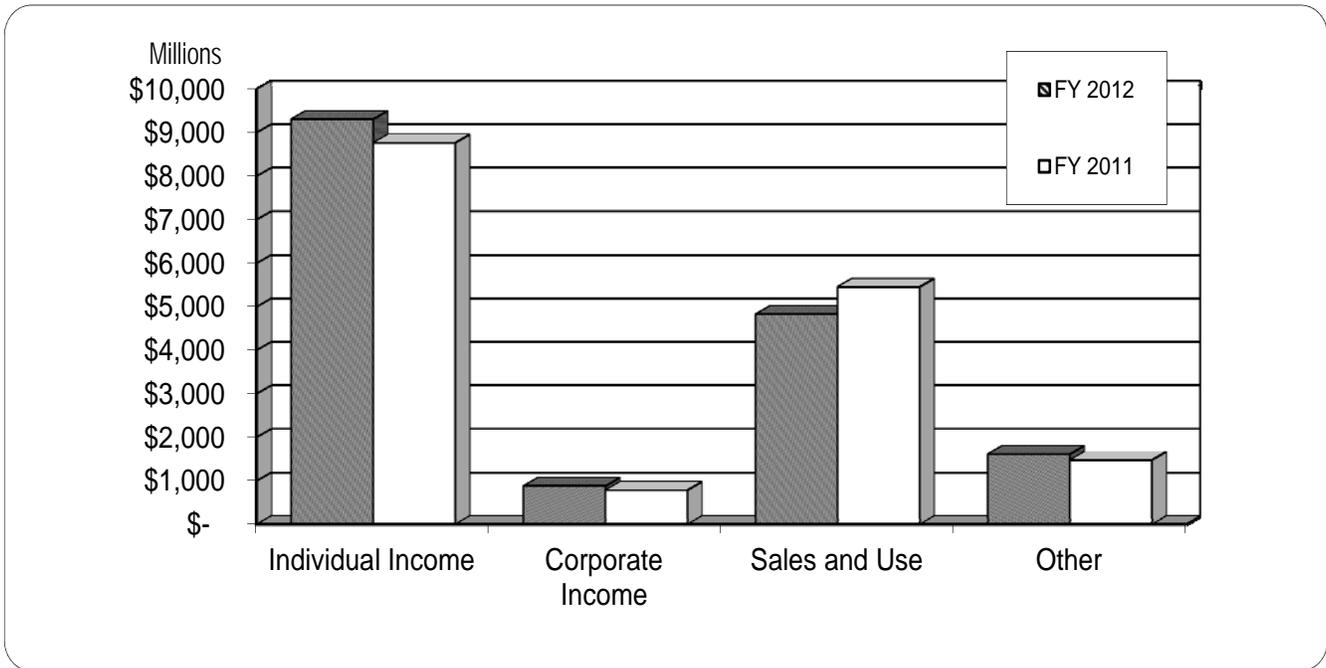
For fiscal year 2012, when compared to the prior year through May 31, actual net tax and non-tax revenues increased by \$337.2 million, or 2%. Tax revenues through May 2012 increased by \$136.8 million, or 0.8%, and non-tax revenues increased by \$200.4 million, or 27.1%. The Highway Fund Transfer-In Non-Tax Revenues showed an increase when compared to the prior year. House Bill 200, Session Law 2011-145, Section 28.27.(a) authorized the transfer of \$196.8 million of the funds allocated to the Highway Fund under G.S. 105.449-125 to the General Fund. The first quarter transfer of \$49.2 million was processed in August 2011. The second quarter transfer of \$49.2 million was processed in November 2011. The third quarter transfer of \$49.2 million was processed in February 2012. The fourth quarter transfer of \$49.2 million was processed in March 2012. House Bill 200, Session Law 2011-145, Section 10.35.(b) authorizes the transfer of \$115 million from the Department of Health and Human Resources (DHHS) to the General Fund for the return of General Fund appropriations, nonfederal revenue, fund balances or other resources from State owned and operated hospitals which are used to provide indigent and non-indigent care services. DHHS transferred \$95 million in December 2011 with the remaining \$20 million to be transferred at a later date for Disproportionate Share Non-Tax Revenue.

The State Sales and Use Tax changed effective July 1, 2011. The State rate decreased from 5.75% to 4.75% (a budgeted decrease of 17.39%). As a result, the general State and local tax rate will be 6.75% in eighty-two counties, 7% in Alexander, Catawba, Cumberland, Duplin, Haywood, Hertford, Lee, Martin, New Hanover, Onslow, Pitt, Randolph, Robeson, Rowan, Sampson, Surry and Wilkes Counties, and 7.25% in Mecklenburg County. For fiscal year 2012 through May 31, actual Sales and Use Tax collections reflected a decrease of 11.5%.

Revenues and expenditures never occur evenly over the course of the fiscal year. During fiscal year 2012, due to the shortfall in revenue collections, the State continues to implement a cash flow management process that monitors state agency spending requirements.

**GENERAL FUND – REVERTING
ACTUAL TAX REVENUES**

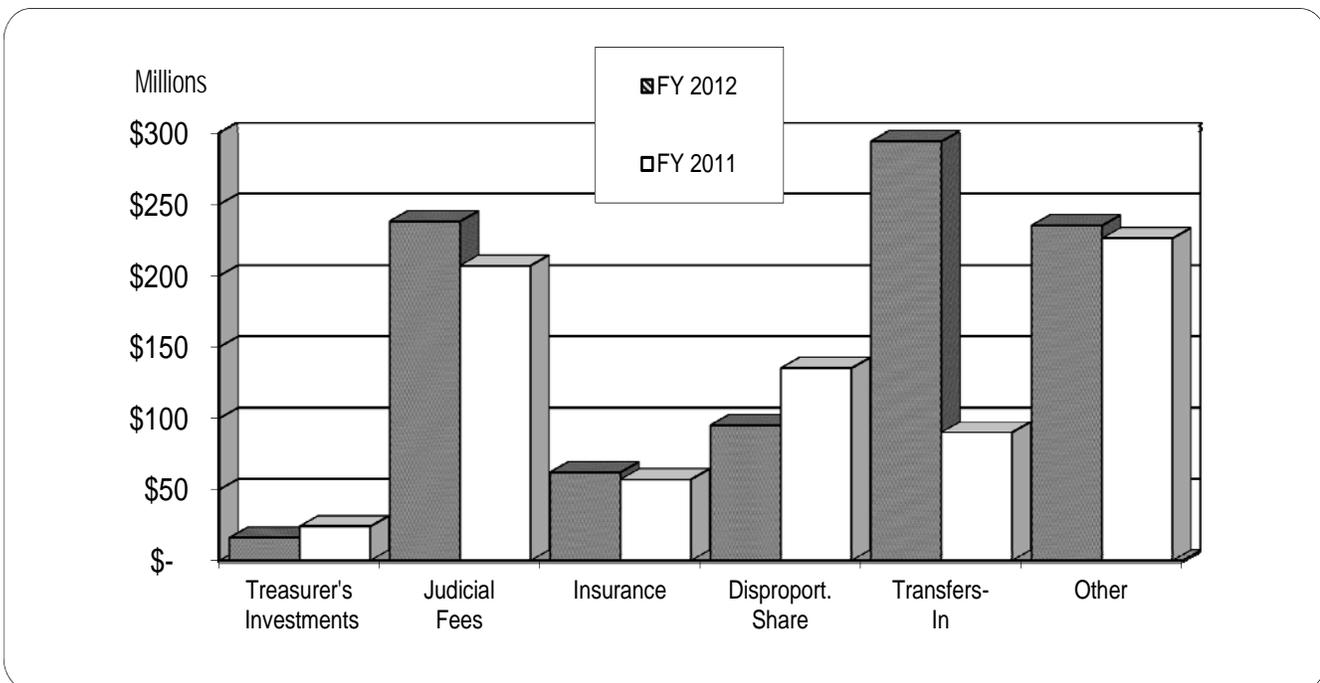
FISCAL YEAR-TO-DATE MAY 31, 2012 AND MAY 31, 2011



The graph above compares the year-to-date tax revenues for the current and prior fiscal years.

**GENERAL FUND – REVERTING
ACTUAL NON-TAX REVENUES**

FISCAL YEAR-TO-DATE MAY 31, 2012 AND MAY 31, 2011



The graph above compares the year-to-date tax revenues for the current and prior fiscal years.

STATE OF NORTH CAROLINA

GENERAL FUND – REVERTING APPROPRIATION EXPENDITURES

FISCAL YEAR-TO-DATE MAY 31, 2012 AND MAY 31, 2011

Expressed in Millions

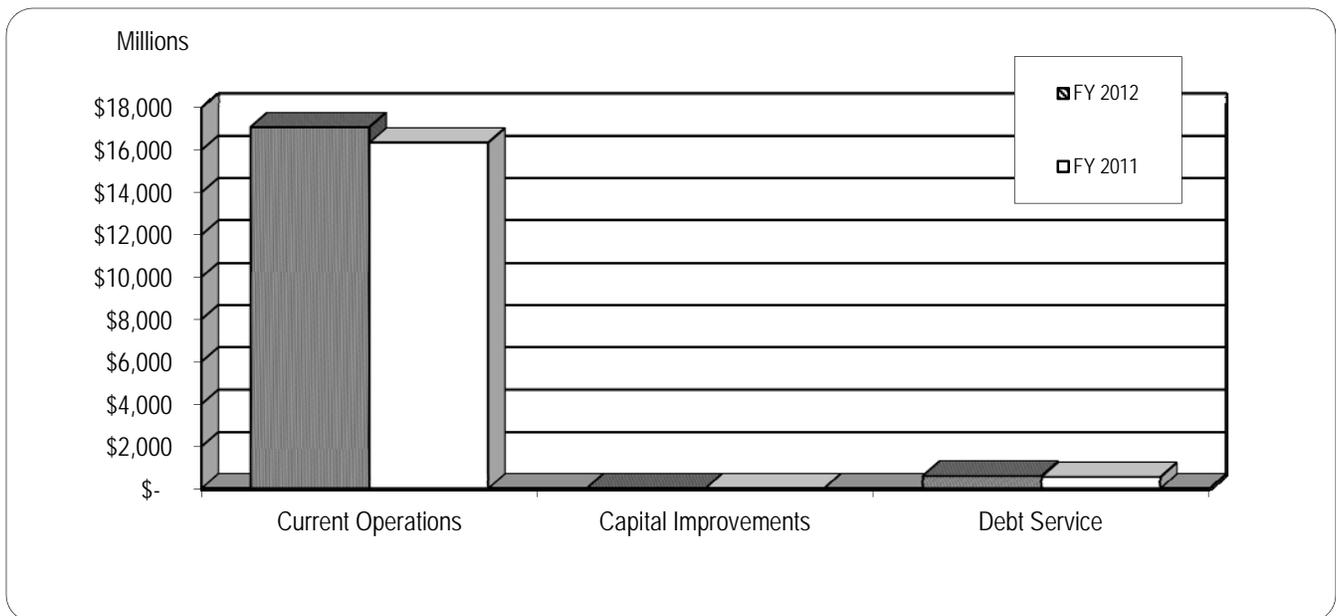
	FY 2012	FY 2011	Change	Percent Change	Percent of Total Appropriation Expenditures	
					FY 2012	FY 2011
Current Operations						
General Government	\$ 319.7	\$ 333.2	\$ (13.5)	(4.1%)	1.8%	2.0%
Education	9,963.6	9,912.6	51.0	0.5%	56.4%	58.7%
Health and Human Services	4,389.9	3,839.0	550.9	14.4%	24.8%	22.7%
Economic Development	113.8	124.7	(10.9)	(8.7%)	0.6%	0.7%
Environment and Natural Resources	138.0	213.6	(75.6)	(35.4%)	0.8%	1.3%
Public Safety, Correction, and Regulation	1,992.1	1,843.0	149.1	8.1%	11.3%	10.9%
Agriculture	99.4	53.3	46.1	86.5%	0.6%	0.3%
Operating Reserves/Rounding	68.0	24.3	43.7	179.8%	0.4%	0.1%
<i>Total Current Operations</i>	<u>\$ 17,084.5</u>	<u>\$ 16,343.7</u>	<u>\$ 740.8</u>	4.5%	96.7%	96.8%
Capital Improvements						
Funded by General Fund	—	11.2	(11.2)	(100.0%)	—	0.1%
Debt Service	591.4	533.0	58.4	11.0%	3.3%	3.2%
Total Appropriation Expenditures	<u>\$ 17,675.9</u>	<u>\$ 16,887.9</u>	<u>\$ 788.0</u>	4.7%	100.0%	100.0%

A negative appropriation expenditure indicates that a budget code has actual receipts that exceed actual expenditures.

The schedule above summarizes appropriation expenditures by function for the current and prior fiscal years.

GENERAL FUND – REVERTING ACTUAL APPROPRIATION EXPENDITURES

FISCAL YEAR-TO-DATE MAY 31, 2012 AND MAY 31, 2011



The graph above compares appropriation expenditures by major category for the current and prior fiscal years.

Actual appropriation expenditures through May 2012 were more than actual appropriation expenditures through May 2011 by \$788 million, or 4.7%. Appropriation expenditures for current operations (exclusive of appropriation expenditures for capital improvements and debt service) through May 2012 were more than appropriation expenditures through May 2011 by \$740.8 million, or 4.5%. Total Appropriation Expenditures increased due, in part, to a decrease in departmental receipts when compared to the prior fiscal year.

STATE OF NORTH CAROLINA

GENERAL FUND - REVERTING
 APPROPRIATION EXPENDITURES, BUDGET, AND PERCENT EXPENDED

FOR THE MONTH OF MAY 2012 AND 2011, AND FISCAL YEAR-TO-DATE

Expressed In Millions

	Appropriation Expenditures				Budget		Percent of Budget Expended	
	May		Year-To-Date		Year-To-Date		Year-To-Date	
	FY 2012	FY 2011	FY 2012	FY 2011	FY 2012	FY 2011	FY 2012	FY 2011

A negative appropriation expenditure indicates that a budget code has actual receipts that exceed actual expenditures.

Current Operations

General Government

General Assembly	\$ 4.6	\$ 4.7	\$ 44.2	\$ 33.6	\$ 54.0	\$ 52.7	81.9%	63.8%
Governor's Office	0.2	0.5	5.0	5.7	5.2	6.4	96.2%	89.1%
Office of State Budget	0.4	0.3	5.1	5.1	6.2	6.4	82.3%	79.7%
Housing Finance Agency	0.8	1.0	8.9	10.8	9.7	11.7	91.8%	92.3%
Lieutenant Governor	0.1	0.1	0.7	0.8	0.8	0.9	87.5%	88.9%
Secretary of State	0.7	0.8	9.0	9.2	10.9	10.7	82.6%	86.0%
State Auditor	1.1	0.9	10.4	10.2	12.1	12.6	86.0%	81.0%
State Treasurer	0.3	1.1	6.1	8.8	6.8	10.2	89.7%	86.3%
Retirement and Employee Benefits Administration	0.7	0.6	16.9	16.9	17.8	17.8	94.9%	94.9%
Office of the State Controller	2.3	5.1	50.3	53.3	65.8	65.8	76.4%	81.0%
Revenue	2.9	2.2	25.4	26.8	28.7	30.1	88.5%	89.0%
Cultural Resources	6.7	8.1	68.7	77.5	79.5	86.1	86.4%	90.0%
Cultural Resources - Roanoke Island Commission	4.8	5.5	59.9	64.7	65.7	70.9	91.2%	91.3%
Board of Elections	0.2	0.2	1.8	2.1	1.9	2.3	94.7%	91.3%
Office of Administrative Hearings	0.4	0.3	3.9	4.0	5.4	6.4	72.2%	62.5%
	0.4	0.3	3.4	3.7	4.2	4.2	81.0%	88.1%
	<u>\$ 26.6</u>	<u>\$ 31.7</u>	<u>\$ 319.7</u>	<u>\$ 333.2</u>	<u>\$ 374.7</u>	<u>\$ 395.2</u>	85.3%	84.3%
Reserves - General Assembly	\$ 0.5	\$ 0.9	\$ 1.1	\$ 6.2	\$ 1.9	\$ 7.9	57.9%	78.5%
Reserves - Contingency & Emergency	—	—	—	(2.0)	4.3	4.6	—	(43.5%)
Reserves - SPA Salary Increases	—	—	—	—	—	(0.1)	—	—
Reserves - Salary Adjustments	—	—	—	—	—	—	—	—
Reserves - Pest Prevention Program	—	—	—	—	—	—	—	—
Reserves - Employer Portion Retirement Payback	—	—	—	—	—	—	—	—
Reserves - Job Development Incentive Grants Reserve	—	—	13.3	20.8	15.4	20.8	86.4%	100.0%
Reserves - Multipurpose Database Reserve	—	—	—	—	—	—	—	—
Reserves - Pending Legislation for Gang Prevention	—	—	—	—	—	—	—	—
Reserves - ITS Rate Reduction	—	—	—	—	—	—	—	—
Reserves - Disaster Expenditure	—	2.0	—	(5.4)	—	—	—	—
Reserves - Lawsuits	—	—	—	—	—	—	—	—
Reserves - Criminal Justice Data Integration	—	—	—	—	—	—	—	—
Reserves - Management Flexibility	—	—	—	—	—	115.6	—	—
Reserves - BEACON Project	—	—	—	—	—	—	—	—
Reserves - Severance Expenditure	—	—	30.0	(2.4)	37.1	0.5	80.9%	(480.0%)
Reserves - State Employee Benefits	—	—	—	—	0.2	2.2	—	—
Reserves - IT Fund	—	1.2	4.1	7.2	4.4	7.8	93.2%	92.3%
Reserves - Retirement	—	—	—	—	0.6	1.1	—	—
Reserves - Special Needs Children	—	—	—	—	—	—	—	—
Reserves - Reverting Funds	—	(0.2)	—	(0.2)	—	—	—	—
Reserves - Transfer Public Defenders	—	—	—	—	—	—	—	—
Reserves - Statewide Adm Support Reduction	—	—	—	—	—	(2.6)	—	—
Reserves - Convert Contract Emp to State Emp	—	—	—	—	—	(1.6)	—	—
Reserves - Continuation/Justification Program Review	—	—	—	—	—	—	—	—
Reserves - Automated Fraud Detection Development	—	—	1.0	—	1.0	—	100.0%	—
Reserves - Controller's Fraud Detection Development	—	—	0.5	—	0.5	—	100.0%	—
Reserves - Review of Compensation Plan	—	—	—	—	2.0	—	—	—
Reserves - Escheat Repayment	—	—	17.5	—	17.5	—	100.0%	—
Reserves - DHHS Signing Bonus for Nurses	—	—	—	—	—	—	—	—
Reserves - ITAS Replacement	—	—	—	—	—	—	—	—
	<u>\$ 0.5</u>	<u>\$ 3.9</u>	<u>\$ 67.5</u>	<u>\$ 24.2</u>	<u>\$ 84.9</u>	<u>\$ 156.2</u>	79.5%	15.5%
Total - General Government	<u>\$ 27.1</u>	<u>\$ 35.6</u>	<u>\$ 387.2</u>	<u>\$ 357.4</u>	<u>\$ 459.6</u>	<u>\$ 551.4</u>	84.2%	64.8%

STATE OF NORTH CAROLINA

GENERAL FUND - REVERTING
 APPROPRIATION EXPENDITURES, BUDGET, AND PERCENT EXPENDED

FOR THE MONTH OF MAY 2012 AND 2011, AND FISCAL YEAR-TO-DATE

Expressed In Millions

	Appropriation Expenditures				Budget		Percent of Budget Expended	
	May		Year-To-Date		Year-To-Date		Year-To-Date	
	FY 2012	FY 2011	FY 2012	FY 2011	FY 2012	FY 2011	FY 2012	FY 2011
Education								
Public Instruction	\$ 704.5	\$ 666.5	\$ 7,047.3	\$ 6,864.3	\$ 7,617.4	\$ 7,283.1	92.5%	94.2%
Community Colleges	120.6	115.1	876.5	892.7	1,006.5	1,050.9	87.1%	84.9%
	<u>\$ 825.1</u>	<u>\$ 781.6</u>	<u>\$ 7,923.8</u>	<u>\$ 7,757.0</u>	<u>\$ 8,623.9</u>	<u>\$ 8,334.0</u>	91.9%	93.1%
University System								
University of North Carolina - General Admin.	\$ 2.3	\$ 2.6	\$ 30.8	\$ 30.9	\$ 38.3	\$ 39.6	80.4%	78.0%
UNC - GA Institutional Programs and Facilities	—	—	16.0	16.0	18.2	18.0	87.9%	88.9%
UNC - GA Related Educational Programs	0.2	0.2	66.4	56.3	68.2	57.0	97.4%	98.8%
UNC- GA Aid to Private Institutions	0.3	1.0	90.6	105.6	91.6	105.8	98.9%	99.8%
UNC - Chapel Hill Academic Affairs	35.9	36.9	185.0	195.8	266.3	273.9	69.5%	71.5%
UNC - Chapel Hill Health Affairs	15.9	20.1	132.9	177.1	178.3	210.7	74.5%	84.1%
UNC - Chapel Hill Area Health Affairs	3.7	5.4	35.0	41.5	41.8	48.1	83.7%	86.3%
NCSU - Academic Affairs	40.5	46.2	295.4	314.5	372.5	387.7	79.3%	81.1%
NCSU - Agricultural Research	3.9	4.1	50.1	53.5	54.3	58.1	92.3%	92.1%
NCSU - Agricultural Extension Service	3.2	3.6	35.9	39.1	39.2	42.7	91.6%	91.6%
University of North Carolina at Greensboro	17.5	14.2	120.0	122.7	150.3	157.9	79.8%	77.7%
University of North Carolina at Charlotte	21.7	21.6	132.8	129.1	186.0	189.2	71.4%	68.2%
University of North Carolina at Asheville	3.4	3.7	27.5	28.7	35.7	37.4	77.0%	76.7%
University of North Carolina at Wilmington	9.9	12.1	77.0	71.9	91.3	94.7	84.3%	75.9%
University of North Carolina at Pembroke	5.3	5.3	40.1	41.5	54.0	54.9	74.3%	75.6%
East Carolina University	20.6	24.8	149.7	171.3	209.7	221.3	71.4%	77.4%
ECU - Health Affairs	6.6	4.6	50.3	53.9	61.9	63.2	81.3%	85.3%
North Carolina A&T University	10.3	9.6	80.9	80.7	94.2	94.6	85.9%	85.3%
Western Carolina University	9.8	8.0	61.4	58.3	80.2	78.5	76.6%	74.3%
Appalachian State University	17.8	16.4	104.6	105.6	125.9	128.5	83.1%	82.2%
Winston-Salem State University	6.5	9.3	59.1	58.7	68.0	66.9	86.9%	87.7%
Elizabeth City State University	3.2	3.3	31.9	29.0	35.6	35.7	89.6%	81.2%
Fayetteville State University	5.0	5.1	42.8	39.6	50.4	52.8	84.9%	75.0%
North Carolina Central University	8.3	11.2	71.2	69.0	83.6	85.8	85.2%	80.4%
North Carolina School of the Arts	2.7	2.1	20.0	20.1	25.8	26.0	77.5%	77.3%
University of North Carolina Hospitals	1.5	—	16.5	29.2	18.0	34.8	91.7%	83.9%
North Carolina School of Science and Math	1.6	1.7	15.9	16.0	17.7	18.4	89.8%	87.0%
Total University System	<u>\$ 257.6</u>	<u>\$ 273.1</u>	<u>\$ 2,039.8</u>	<u>\$ 2,155.6</u>	<u>\$ 2,557.0</u>	<u>\$ 2,682.2</u>	79.8%	80.4%
Total - Education	<u>\$ 1,082.7</u>	<u>\$ 1,054.7</u>	<u>\$ 9,963.6</u>	<u>\$ 9,912.6</u>	<u>\$ 11,180.9</u>	<u>\$ 11,016.2</u>	89.1%	90.0%
Health and Human Services								
HHS - Administration	\$ 6.9	\$ 5.2	\$ 43.2	\$ 60.3	\$ 56.4	\$ 71.2	76.6%	84.7%
Aging	3.9	3.3	38.1	33.9	44.3	37.4	86.0%	90.6%
Child Development	26.6	17.9	239.1	209.8	262.3	234.4	91.2%	89.5%
Services for Deaf & Hearing Impaired	—	2.8	—	27.1	—	28.6	—	94.8%
Health Services	13.8	10.3	156.6	122.0	192.4	158.3	81.4%	77.1%
Social Services	21.3	61.0	159.2	160.6	185.5	192.6	85.8%	83.4%
Medical Assistance [1]	(37.6)	(13.6)	2,899.7	2,323.7	2,974.2	2,465.7	97.5%	94.2%
Children's Health Insurance	8.2	12.0	69.7	71.9	77.9	88.4	89.5%	81.3%
Services for the Blind	0.9	0.1	6.7	5.6	8.3	8.1	80.7%	69.1%
Mental Health	54.2	57.6	615.8	651.5	669.4	714.2	92.0%	91.2%
Facility Services	1.9	0.6	10.6	10.3	16.0	16.2	66.3%	63.6%
Vocational Rehabilitation	6.6	3.1	31.1	32.4	36.5	40.0	85.2%	81.0%
Total - Health and Human Services	<u>\$ 106.7</u>	<u>\$ 160.3</u>	<u>\$ 4,269.8</u>	<u>\$ 3,709.1</u>	<u>\$ 4,523.2</u>	<u>\$ 4,055.1</u>	94.4%	91.5%

STATE OF NORTH CAROLINA

GENERAL FUND - REVERTING
 APPROPRIATION EXPENDITURES, BUDGET, AND PERCENT EXPENDED

FOR THE MONTH OF MAY 2012 AND 2011, AND FISCAL YEAR-TO-DATE

Expressed In Millions

	Appropriation Expenditures						Percent of Budget Expended	
	May		Year-To-Date		Budget		Year-To-Date	
	FY 2012	FY 2011	FY 2012	FY 2011	FY 2012	FY 2011	FY 2012	FY 2011
Economic Development								
Commerce	\$ 2.4	\$ 5.0	\$ 45.3	\$ 53.9	\$ 52.3	\$ 61.5	86.6%	87.6%
Commerce - State Aid to Nonstate Entities	6.6	5.2	68.5	70.8	75.8	80.3	90.4%	88.2%
Total - Economic Development	\$ 9.0	\$ 10.2	\$ 113.8	\$ 124.7	\$ 128.1	\$ 141.8	88.8%	87.9%
Environment and Natural Resources								
Environment and Natural Resources	\$ 7.4	\$ 12.7	\$ 109.7	\$ 169.5	\$ 117.3	\$ 191.8	93.5%	88.4%
Environment and Natural Resources - State Aid	0.5	3.9	11.2	44.1	11.4	50.0	98.2%	88.2%
Wildlife Resources	1.8	—	17.1	—	18.4	—	92.9%	—
Total - Environment and Natural Resources	\$ 9.7	\$ 16.6	\$ 138.0	\$ 213.6	\$ 147.1	\$ 241.8	93.8%	88.3%
Public Safety, Correction, and Regulation								
Judicial	\$ 42.7	\$ 46.3	\$ 521.0	\$ 530.8	\$ 566.0	\$ 575.2	92.0%	92.3%
Justice	6.2	8.9	71.5	76.7	82.9	85.7	86.2%	89.5%
Juvenile Justice	11.3	11.1	120.1	129.9	139.1	144.1	86.3%	90.1%
Labor	1.2	1.7	12.3	11.6	16.2	16.3	75.9%	71.2%
Insurance	3.1	1.9	32.7	27.9	37.0	30.7	88.4%	90.9%
Insurance - RICO	—	—	2.3	1.5	2.3	1.5	100.0%	100.0%
Correction	159.4	104.6	1,210.0	1,166.8	1,364.9	1,288.1	88.7%	90.6%
Crime Control	(34.5)	3.4	142.3	27.7	226.7	32.3	62.8%	85.8%
Total - Public Safety, Correction, and Regulation	\$ 189.4	\$ 177.9	\$ 2,112.2	\$ 1,972.9	\$ 2,435.1	\$ 2,173.9	86.7%	90.8%
Agriculture								
Agriculture and Consumer Services	\$ 9.3	\$ 5.0	\$ 99.4	\$ 53.3	\$ 114.4	\$ 59.9	86.9%	89.0%
Rounding [*]	\$ 0.5	\$ (0.3)	\$ 0.5	\$ 0.1	\$ (0.3)	\$ 0.2	N/A	N/A
Total Current Operations	\$ 1,434.4	\$ 1,460.0	\$ 17,084.5	\$ 16,343.7	\$ 18,988.1	\$ 18,240.3	90.0%	89.6%
Capital Improvements								
Funded by General Fund	\$ —	\$ —	\$ —	\$ 11.2	\$ 4.5	\$ 11.2	—	100.0%
Repairs and Renovations	—	—	—	—	—	—	—	—
Total - Capital Improvements	\$ —	\$ —	\$ —	\$ 11.2	\$ 4.5	\$ 11.2	—	100.0%
Debt Service	\$ 109.2	\$ 26.9	\$ 591.4	\$ 533.0	\$ 690.6	\$ 707.5	85.6%	75.3%
Total Appropriation Expenditures	\$ 1,543.6	\$ 1,486.9	\$ 17,675.9	\$ 16,887.9	\$ 19,683.2	\$ 18,959.0	89.8%	89.1%

The schedule above presents monthly and year-to-date appropriation expenditures by major function and agency with comparison to the fiscal year budget.

[1] Medical Assistance's percent of budget expended year-to-date increased from 94.2% at May 31, 2011 to 97.5% at May 31, 2012. The increased spending of state appropriations for the NC Medicaid program for fiscal year 2011-12 is accelerated due to an increase in the number of enrolled members and over \$100 million in liabilities that were paid in July and August of the current fiscal year. The related liabilities were carried over from state fiscal year 2011 to state fiscal year 2012.

[*] In disclosing the detail appropriation expenditures of 98 agencies/entities rounded to the millions of dollars, the "Rounding" category allows the most accurate presentation of individual agency and major General Fund category amounts.

**GENERAL FUND UNRESERVED CASH
SCHEDULE OF RECEIPTS AND DISBURSEMENTS BY FUNCTION AND AGENCY
FOR THE MONTH ENDING MAY 31, 2012 AND FISCAL YEAR-TO-DATE**

Expressed in Thousands

	Receipts		Disbursements	
	Month	Year-To-Date	Month	Year-To-Date
Agriculture				
Agriculture and Consumer Services	\$ 4,469	\$ 45,086	\$ 13,534	\$ 144,481
Total - Agriculture	\$ 4,469	\$ 45,086	\$ 13,534	\$ 144,481
Debt Service				
State Treasurer	\$ 8,193	\$ 56,491	\$ 117,484	\$ 646,319
State Treasurer-Federal	-	-	-	1,616
Total Debt Service	\$ 8,193	\$ 56,491	\$ 117,484	\$ 647,935
Education				
Public Instruction	\$ 226,536	\$ 2,145,951	\$ 933,227	\$ 9,193,234
Community Colleges	27,093	571,873	147,744	1,448,376
UNC Systems	93,375	2,425,134	373,961	4,465,165
Total - Education	\$ 347,004	\$ 5,142,958	\$ 1,454,932	\$ 15,106,775
Economic Development				
Commerce	\$ 6,996	\$ 66,217	\$ 9,098	\$ 111,476
Commerce-State Aid	-	-	6,693	68,547
Total - Economic Development	\$ 6,996	\$ 66,217	\$ 15,791	\$ 180,023
Environment & Natural Resources				
Environment and Natural Resources	\$ 10,163	\$ 68,539	\$ 16,179	\$ 178,229
Environ. and Nat. Resources-St. Aid	-	-	576	11,188
Wildlife Resources	-	-	1,777	17,088
Total - Environ. & Natural Resources	\$ 10,163	\$ 68,539	\$ 18,532	\$ 206,505
General Government				
General Assembly	\$ 103	\$ 13,887	\$ 4,744	\$ 58,098
Governor	28,385	293,501	28,588	298,512
Governor-Special Projects	4	5	4	5
Budget, Planning & Management	85	1,490	534	6,630
Housing Finance Authority	-	-	806	8,867
Governor	-	-	500	1,050
Lt. Governor	-	-	60	703
Secretary of State	159	1,400	928	10,441
State Auditor	266	3,610	1,387	14,043
State Treasurer-Administration	2,093	26,458	2,443	32,589
State Treasurer-Retirement	-	-	734	16,913
Administration	2,712	36,485	5,018	86,780
State Controller	205	1,282	3,119	26,656
Revenue	2,270	24,783	9,041	93,527
Cultural Resources	1,268	9,342	6,020	69,221
Cultural Resources-Roanoke Island	-	-	165	1,755
Board of Elections	12	1,525	431	5,428
Administrative Hearings	213	2,401	570	5,791
Reserve-Contingency/Emergency	-	-	-	-
Reserve-JDIG	-	-	-	13,302
Reserve-Severance	-	-	-	30,000
Reserve-IT Fund	-	-	-	4,149
Reserve-Automated Fraud Det Dev	-	-	-	1,000

**GENERAL FUND UNRESERVED CASH
SCHEDULE OF RECEIPTS AND DISBURSEMENTS BY FUNCTION AND AGENCY
FOR THE MONTH ENDING MAY 31, 2012 AND FISCAL YEAR-TO-DATE**

Expressed in Thousands

	Receipts		Disbursements	
	Month	Year-To-Date	Month	Year-To-Date
Reserve-Controller Fraud Det Dev	-	-	-	500
Reserve-Escheat Repayment	-	-	-	17,500
Other	-	-	-	-
Total - General Government	\$ 37,775	\$ 416,169	\$ 65,092	\$ 803,460
Health and Human Services				
HHS-Administration	6,993	72,811	16,229	116,006
Aging	3,132	47,089	7,057	85,205
Child Development	32,955	350,974	59,757	590,111
Education Services	-	204	-	184
Health Services	69,406	559,544	83,211	716,154
Social Services	72,685	846,937	92,212	1,006,097
Medical Assistance	1,712,440	8,698,549	1,674,797	11,598,293
NC Health Choice	25,042	244,588	33,191	314,286
Blind Services	2,092	19,554	2,951	26,241
Mental Health	41,013	623,539	96,261	1,239,355
Facility Services	2,482	42,706	4,382	53,343
Vocational Rehabilitation Services	5,806	96,502	12,322	127,595
Total - Health and Human Services	\$ 1,974,046	\$ 11,602,997	\$ 2,082,370	\$ 15,872,870
Public Safety, Correction, and Regulation				
Judicial	\$ 495	\$ 2,684	\$ 38,136	\$ 417,031
Judicial-Indigent Defense	1,023	13,634	6,079	120,335
Justice	4,090	36,275	10,473	107,749
Juvenile Justice	1,105	8,070	12,404	128,204
Labor	1,257	15,738	2,553	28,073
Insurance	584	9,472	3,676	42,187
Insurance-RICO	-	-	-	2,294
Correction	7,284	53,701	167,160	1,263,707
Crime Control & Public Safety	72,445	217,729	37,759	359,989
Total - Public Safety, Correction and Regulation	\$ 88,283	\$ 357,303	\$ 278,240	\$ 2,469,569
Capital Improvement				
Funded by General Fund	\$ -	\$ -	\$ -	\$ -
Total - Capital Improvement	\$ -	\$ -	\$ -	\$ -
Tax Codes				
Inheritance	\$ 8,670	\$ 57,452	\$ 64	\$ 1,648
License Schedule B	1,402	44,165	66	2,093
Tobacco	23,976	268,292	2,267	22,441
Franchise	31,368	760,181	962	153,910
Individual Income	913,969	11,353,642	407,746	2,053,500
Sales & Use	669,058	7,676,720	262,662	2,853,772
Beverage	25,374	291,800	381	34,510
Gift	1,181	966	670	814
Freight Car	106	408	-	-
Insurance	(7,225)	334,313	3,022	13,132
Piped Natural Gas	851	42,686	-	10,415
Corporate Income	49,543	1,093,567	19,489	218,246

**GENERAL FUND UNRESERVED CASH
SCHEDULE OF RECEIPTS AND DISBURSEMENTS BY FUNCTION AND AGENCY
FOR THE MONTH ENDING MAY 31, 2012 AND FISCAL YEAR-TO-DATE**

Expressed in Thousands

	Receipts		Disbursements	
	Month	Year-To-Date	Month	Year-To-Date
Real Estate	2,949	31,509	3,315	28,571
White Goods	318	4,067	-	3,325
Scrap Tire	1,338	15,708	4	12,792
Manufacturing	2,863	33,660	18	410
Solid Waste	1,110	18,746	1	14,434
Processed Refunds Pending	-	-	n/a	n/a
Miscellaneous	-	-	-	-
Total - Tax Codes	\$ 1,726,851	\$ 22,027,882	\$ 700,667	\$ 5,424,013
Nontax Codes				
Insurance-Nontax	\$ -	\$ 23,683	\$ -	\$ -
Secretary of State-Nontax	25,643	102,792	46	459
License & Fees-Nontax	1,372	38,175	22	269
Gas & Oil Inspection	150	1,156	-	-
Deed Mortgage Registration Fee	611	4,604	489	3,258
Board of Elections	3	556	3	67
DHHS	668	3,525	-	-
Disproportionate Share	-	95,000	-	-
ABC Board	4,077	15,535	77	887
Master Settlement Agreement	-	44,653	-	-
Treasurer Investment	1,295	16,026	115	134
Fees & Penalties	295	4,115	217	3,832
Highway Trust Transfer	-	76,721	-	-
CI Appropriation	-	-	-	-
Judicial	22,455	238,036	-	4
Sales & Use	1,048	10,159	-	-
Intra State Transfer	(70,869)	245,557	-	221,709
Highway Transfer	-	217,085	-	-
Probation Supervision Fees	1,289	14,244	-	-
DWI Restoration Fees	52	559	-	-
DWI Service Fees	692	7,734	-	-
Sales Tax Refund	-	2,992	-	-
Miscellaneous	1	60	-	2
Parole Supervision Fees	72	721	-	-
Banking & Investment Fees	594	5,830	-	-
Total - Nontax Codes	\$ (10,552)	\$ 1,169,518	\$ 969	\$ 230,621
Total Reverting	\$ 4,193,228	\$ 40,953,160	\$ 4,747,611	\$ 41,086,252
Beginning Unreserved Cash	\$ 582,450			
Year-To-Date Receipts	40,953,160			
Year-To-Date Disbursements	41,086,252			
Ending Unreserved Cash	\$ 449,358			

**GENERAL FUND NON-REVERTING DEPARTMENTAL CASH
SCHEDULE OF RECEIPTS AND DISBURSEMENTS BY FUNCTION AND AGENCY
FOR THE MONTH ENDING MAY 31, 2012 AND FISCAL YEAR-TO-DATE**

Expressed in Thousands

	Beginning Cash	Receipts		Disbursements		Year-To-Date Ending Cash
		Month	Year-To-Date	Month	Year-To-Date	
Agriculture						
Agriculture and Consumer Services	\$ 12,574	\$ 623	\$ 20,761	\$ 1,382	\$ 18,423	\$ 14,912
Total Agriculture	\$ 12,574	\$ 623	\$ 20,761	\$ 1,382	\$ 18,423	\$ 14,912
Debt Service						
State Treasurer-Bond Refund	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State Treasurer-Retirement	114	42,288	543,044	85,832	543,072	86
Total - Debt Service	\$ 114	\$ 42,288	\$ 543,044	\$ 85,832	\$ 543,072	\$ 86
Education						
Public Instruction-Special Revenue	\$ 34,923	\$ 30,219	\$ 306,285	\$ 28,510	\$ 331,905	\$ 9,303
Public Instruction-School Technology	11,560	77	20,085	1,346	18,082	13,563
Public Instruction-IT Projects	12,269	-	61	531	3,226	9,104
Public Instruction-Public School Bldg Fund	184,932	49	171,743	101,269	273,992	82,683
Public Instruction-Trust	15,534	389	33,070	5,866	42,547	6,057
Public Instruction-Local Payroll	4	6,242	51,814	6,310	50,886	932
Public Instruction-Internal Service	48,464	37,153	98,371	4,434	59,605	87,230
Community Colleges-Special Revenue	5,763	1,452	11,136	1,575	11,065	5,834
Community Colleges-IT Projects	2,536	-	1,250	-	596	3,190
Community Colleges-Trust	5,692	3	11,741	84	15,898	1,535
Total - Education	\$ 321,677	\$ 75,584	\$ 705,556	\$ 149,925	\$ 807,802	\$ 219,431
Economic Development						
Commerce-Floyd Relief	\$ 687	\$ 115	\$ 1,267	\$ 31	\$ 88	\$ 1,866
Commerce-Special Revenue	76,203	443	90,714	1,198	87,660	79,257
Commerce-IT Projects	2,482	-	1,348	186	1,227	2,603
Commerce-Trust	199	7	63	7	55	207
Commerce-CDBG	13,666	9	421	-	10	14,077
ESC	17,949	17,071	195,412	18,432	193,912	19,449
Total - Economic Development	\$ 111,186	\$ 17,645	\$ 289,225	\$ 19,854	\$ 282,952	\$ 117,459
Environment and Natural Resources						
Environ. and Nat. Resources-Disaster	\$ 525	\$ 36	\$ 2,411	\$ 247	\$ 2,371	\$ 565
ENR-Loans for Water & Wastewater	825	-	-	64	64	761
ENR-Clean Water Mgmt Trust Fund	96,743	587	64,356	3,057	90,879	70,220
Environment and Natural Resources	9,498	160	2,004	101	9,433	2,069
Total - Environment and Natural Resources	\$ 107,591	\$ 783	\$ 68,771	\$ 3,469	\$ 102,747	\$ 73,615

**GENERAL FUND NON-REVERTING DEPARTMENTAL CASH
SCHEDULE OF RECEIPTS AND DISBURSEMENTS BY FUNCTION AND AGENCY
FOR THE MONTH ENDING MAY 31, 2012 AND FISCAL YEAR-TO-DATE**

Expressed in Thousands

	Beginning Cash	Receipts		Disbursements		Year-To-Date Ending Cash
		Month	Year-To-Date	Month	Year-To-Date	
General Government						
Governor's Office	\$ 8,143	\$ 2	\$ 354,227	\$ 110	\$ 359,275	\$ 3,095
Governor's Office-Disaster Relief	-	1,510	31,071	1,510	31,071	-
Payroll Imprest Fund	-	632,993	6,522,024	632,993	6,522,024	-
General Assembly	12	70	12,720	-	-	12,732
State Auditor	-	-	-	-	-	-
State Treasurer	171	3,440	10,179	-	21	10,329
State Treasurer-Blount St. Properties	5,366	2	432	-	394	5,404
Administration	18,129	2,622	23,344	1,892	19,591	21,882
State Controller	31,731	1,433	31,231	(103)	29,449	33,513
Revenue-Project Collect	21,744	2,585	27,114	1,604	14,635	34,223
Revenue-Tax Distribution	-	237,109	2,509,658	237,101	2,509,650	8
Revenue-Lee Act Credits	285	6	162	-	116	331
Revenue-Tax Transfer Fees	1,186	75	1,039	200	671	1,554
Revenue-IT Project	35,059	98	15,716	1,491	19,157	31,618
Cultural Resources	269	15	291	11	415	145
Cultural Resources-Interest Bearing	45	4	68	6	56	57
Board of Elections	6,244	3	78	265	297	6,025
NC Infrastructure Finance Corporation	-	75,304	182,578	75,304	182,578	-
Information Technology	1,482	1	4,548	302	5,288	742
State Treasurer-Basis Swap	-	-	4,757	-	4,757	-
Administrative Hearings	446	19	106	39	306	246
Total - General Government	\$ 130,312	\$ 957,291	\$ 9,731,343	\$ 952,725	\$ 9,699,751	\$ 161,904
Health and Human Services						
Health Services	\$ 522	\$ 21,257	\$ 190,731	\$ 17,444	\$ 186,734	\$ 4,519
Social Services	4,006	447	7,295	754	6,379	4,922
Medical Assistance	\$ 171,039	\$ 37,979	\$ 682,907	\$ 119,013	\$ 848,412	\$ 5,534
Child Development	-	-	-	-	-	-
Facility Services	11,657	96	4,050	197	3,904	11,803
Major Medical	-	-	-	-	-	-
DHHS-Administration	35,561	9,365	145,312	8,635	151,299	29,574
Aging	-	-	73	-	73	-
Blind Services	6	2	21	1	20	7
Total - Health and Human Services	\$ 222,791	\$ 69,146	\$ 1,030,389	\$ 146,044	\$ 1,196,821	\$ 56,359
Public Safety, Correction, and Regulation						
Office of the Courts	\$ 100	\$ 15	\$ 217	\$ 11	\$ 116	\$ 201
Corrections	4	2,293	18,862	769	2,739	16,127
Corrections-Interest Bearing Funds	310	30	220	125	126	404
Juvenile Justice	25,395	12	8,325	1,875	16,076	17,644
Crime Control and Public Safety	\$ 33,689	\$ 5,856	\$ 115,433	\$ 4,539	\$ 116,618	\$ 32,504
Total - Public Safety, Correction and Regulation	\$ 59,498	\$ 8,206	\$ 143,057	\$ 7,319	\$ 135,675	\$ 66,880
Total Nonreverting	\$ 965,743	\$ 1,171,566	\$ 12,532,146	\$ 1,366,550	\$ 12,787,243	\$ 710,646

GLOSSARY

Appropriation Expenditures – The net of expenditures and receipts of reverting funds.

Beverage Taxes Payable (Chapter 105, Article 2C) – Excise taxes collected on the sale of beer and wine that are payable annually to counties and cities within 60 days after March 31 of each year.

Budget (Appropriation Expenditures) – Total appropriation expenditures as enacted by legislation and detail adjustments by the Office of State Budget and Management.

Budget (Revenues) – Total revenues as enacted by legislation and forecasted detail by the Office of State Budget and Management.

Disaster Relief Reserve (Senate Bill 7, Session Law 2005-1) – Funds appropriated to provide necessary and appropriate relief and assistance from the effects of natural disasters.

Disbursements – Funds withdrawn from an agency budget code as recorded in cash management control system.

Disproportionate Share Reserve (House Bill 1473, Section 10.39, Session Law 2007-323) – Federal share of disproportionate share payments received from state hospitals not appropriated by the General Assembly.

GASB Statement No. 54 – Effective for the year ending June 30, 2011, state and local governments were required to implement GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. A primary objective of GASB Statement No. 54 was to enhance the usefulness of fund balance information by clarifying the existing governmental fund type definitions. Visit <http://www.gasb.org/st/index.html> for more information.

Job Development Incentive Grants Reserve (G.S. 143C-9-6) – Annually appropriated funds to meet anticipated cash requirements for each fiscal year of the Job Development Investment Grant Program. This Program is established to foster job creation and investment in the economy of N.C. by providing grants to businesses.

Non-reverting – Represents General Fund activities for which unexpended appropriations do not lapse at fiscal year-end and generally are not re-appropriated for a different purpose, function or activity.

One NC Fund Reserve (House Bill 1473, Section 13.1, Session Law 2007-323) – Established by the Office of State Budget and Management to satisfy obligations of the One North Carolina Fund as they become due during fiscal year 2003-04. Moneys in the One NC Fund may be allocated only to local governments for use in connection with securing commitments for the recruitment, expansion, or retention of new and exiting businesses.

Receipts – Funds deposited to an agency budget code as certified in the cash management control system.

Repairs and Renovations Reserve Account (G.S. 143C-4-3) – Established as a reserve in the General Fund which can be used only for the repair and renovation of State facilities and related infrastructure that are supported from the General Fund.

Reserved – Designates the portion of fund balance which has been set aside by the legislature for a specific purpose and is generally unavailable to finance appropriation expenditures.

Reverting – Designates General Fund activities for which unexpended appropriations lapse at fiscal year-end and may be re-appropriated for the same or a different purpose, function or activity.

Sales and Use Taxes Payable (Chapter 105, Article 5) – Taxes collected and payable to cities and counties for taxes on telecommunication and video programming services and the sales of modular homes (monthly).

Savings Reserve Account (G.S. 143C-4-2) – Established as a reserve in the General Fund and is a component of the unappropriated General Fund balance. Account established to maintain sufficient reserves to address unanticipated events and circumstances such as natural disaster, economic downturns, threats to public safety, health and welfare, and other emergencies. Account also established with a goal to maintain a balance equal to or greater than eight percent of the prior year's General Fund operating budget.

Scrap Tire Disposal Taxes Payable (Chapter 105, Article 5B) – Additional sales and use taxes collected on new tire sales payable quarterly to counties (70%), the state Scrap Tire Disposal Account (22%), and the state Solid Waste Management Trust Fund (8%).

Senate Bill 109 Reserve (Senate Bill 109, Session Law 2011-15) – Requires the governor to cut spending for the current fiscal year by taking all actions necessary to reduce General Fund expenditures for the remainder of the 2010-2011 fiscal year and by identifying available funds in non-General Fund accounts for transfer to the General Fund on June 30, 2011. The Director of the Budget shall increase General Fund availability by the sum of \$537.7 million.

Tax and Non-Tax Revenues – presented in this report net of refunds to taxpayers and various distributions to state and local entities.

Unreserved – Resources available to finance appropriation expenditures.

White Goods Disposal Taxes Payable (Chapter 105, Article 5C) – Additional sales and uses taxes collected on sales of new large appliances such as refrigerators, ranges, water heaters, etc, that are payable quarterly to counties (72%), the state White Goods Management Account (20%), and the state Solid Waste Management Trust Fund (8%).